Memorandum

To: CHAIR AND COMMISSIONERS CTC Meeting: January 31—February 1, 2007

Reference No.: 3.5

Information Item

From: CINDY McKIM Prepared by: Bimla G. Rhinehart

Chief Financial Officer Chief

Division of Right of Way

and Land Surveys

Subject: MONTHLY REPORT ON EXCESS LAND SALES DELEGATION, PER RESOLUTION G-06-10

SUMMARY:

At its October 30, 2006 meeting the California Transportation Commission (Commission) approved Resolution G-06-10 (Resolution), which delegated to its Executive Director, or his/her designee, limited authority to approve certain Director's Deeds proposed by the California Department of Transportation (Department). On November 15, 2006, the Department with the concurrence of Commission staff, suspended its request to the Executive Director to implement the delegation.

BACKGROUND:

On November 14, 2006, Director Kempton attended a public hearing in Orange County hosted by Assemblymember Todd Spitzer and County Supervisor Chris Norby. During the hearings, concern was expressed that a conflict of interest could exist between Real Estate Advisory Panel (REAP) members, the Commission, and the Department resulting from the REAP being made aware of the Department's surplus properties and their estimated values.

As a result of these concerns, effective November 15, 2006, the Department with the concurrence of Commission staff, suspended the delegation for approval of excess land sales. The Department will continue to seek approval from the Commission on the sale of all excess lands.

No conveyances were made under this delegation during the time it was in effect.